Exhibit No	4
Date	4-5-11
Bill No	HBZ

Amendments to House Bill No. 2
Reference Copy

Requested by Representative Jon Sesso

For the House Free Conference Committee

Prepared by Lois Steinbeck April 5, 2011 (2:20pm)

1. Page B-4, line 14. Strike: "66,513,741	67,532,499"	[state special fund FY12
Insert: "67,383,145	68,322,968"	& FY 13] [state special fund FY12 & FY 13]
Strike: "415,749,085	443,087,924"	[federal special fund FY12 & FY13]
Insert: "419,014,202	446,288,247"	[federal special fund FY12 & FY13]
2. Page B-4, line 15.		
Strike: "105,459,899	111,011,040"	[general fund FY12 & FY13]
Insert: "106,258,324	111,888,400"	[general fund FY12 & FY13]

- FND -

Explanation - This amendment restores funding for the 5% reduction item "9% Reduction Physician and Anesthesia RBRVS", which lowered Medicaid physician reimbursement rates to the Medicare rate. This item was submitted as part of the 5% reduction plan as required by statute, but this item was not included in the executive budget request. It was adopted as part of the budget starting point.

This amendment brings appropriations from the health and Medicaid initiatives state special revenue account up to the level appropriated in the base budget year. This change continues funding for historic provider rate increases and service expansions that shifted to the general fund in the 2013 biennium budget. This change frees up general fund to restore most of the state match needed for physician rate reductions due to the adoption of the 5% plan item.

This amendment adds the following amounts:

- 1) general fund \$798,425 in FY 2012 and \$877,360 in FY 2013 for a total of \$1,675,785
- 2) state special revenue (health and Medicaid initiatives) \$869,404 in FY 2012 and \$790,469 in FY 2013 for a total of \$1,659,873
- 3) federal Medicaid matching funds \$3,265,117 in FY 2012 and \$3,200,323 in FY 2013 for a total of \$6,465,440